

Ordinance No. 122992

Council Bill No. 116533

AN ORDINANCE relating to the City's 2005 - 2008 Consolidated Plan for Housing and Community Development; authorizing the submittal of an application to the United States Department of Housing and Urban Development for funds from the Community Development Block Grant Program allocated in the American Recovery and Reinvestment Act of 2009, which shall include an amendment to the 2008 Action Plan for the 2005-2008 Consolidated Plan for Housing and Community Development; authorizing acceptance of grant funds from the United States Department of Housing and Urban Development and execution of related agreements; increasing appropriations in the 2009 Adopted Budget for the Human Services Department, the Office of Housing, and the Office of Economic Development; and ratifying and confirming prior acts; all by a three-fourths vote of the City Council.

Related Legislation File:

Date Introduced and Referred:	To: (committee):
<u>5-18-09</u>	<u>Housing + Econ Dev</u>
Date Re-referred:	To: (committee):
Date Re-referred:	To: (committee):
Date of Final Action:	Date Presented to Mayor:
<u>5-26-09</u>	<u>5-27-09</u>
Date Signed by Mayor:	Date Returned to City Clerk:
<u>6-4-09</u>	<u>6-4-09</u>
Published by Title Only <u>✓</u> <u>SP</u>	Date Vetoed by Mayor:
Published in Full Text	
Date Veto Published:	Date Passed Over Veto:
Date Veto Sustained:	Date Returned Without Signature:

The City of Seattle – Legislative Department

Council Bill/Ordinance sponsored by: McLure

Committee Action:

Date	Recommendation	Vote
<u>5-20-09</u>	<u>RM-Pass</u>	

This file is complete and ready for presentation to Full Council.

Full Council Action:

Date	Decision	Vote
<u>5/26/09</u>	<u>Pass</u>	<u>8-0 (TBS excluded)</u>

Law Department

ORDINANCE 122992

AN ORDINANCE relating to the City's 2005 - 2008 Consolidated Plan for Housing and Community Development; authorizing the submittal of an application to the United States Department of Housing and Urban Development for funds from the Community Development Block Grant Program allocated in the American Recovery and Reinvestment Act of 2009, which shall include an amendment to the 2008 Action Plan for the 2005-2008 Consolidated Plan for Housing and Community Development; authorizing acceptance of grant funds from the United States Department of Housing and Urban Development and execution of related agreements; increasing appropriations in the 2009 Adopted Budget for the Human Services Department, the Office of Housing, and the Office of Economic Development; and ratifying and confirming prior acts; all by a three-fourths vote of the City Council.

WHEREAS, the United States Congress has authorized \$1 billion in the Community Development Block Grant ("CDBG") Program as part of the American Recovery and Reinvestment Act of 2009 ("ARRA"); and

WHEREAS, the United States Department of Housing and Urban Development ("HUD") has designated these CDBG funds from ARRA as "CDBG-R"; and

WHEREAS, HUD has directed each eligible recipient of these CDBG-R funds to submit an application for the funds via an amendment to its 2008 Action Plan for its Consolidated Plan for Housing and Community Development; and

WHEREAS, Ordinance 122550, passed November 13, 2007, adopted the City of Seattle's 2008 Update to the City's 2005-2008 Consolidated Plan for Housing and Community Development ("Consolidated Plan") and the 2008 Action Plan as a component thereof; authorized the submission of the Update to the Consolidated Plan to HUD; and thereby applied for funds available from HUD for community development, human services, economic development, and housing; and

WHEREAS, HUD approved the 2008 Update to the Consolidated Plan, and the City has subsequently modified the 2008 Action Plan; and

WHEREAS, HUD has allocated \$3,263,057 to the City of Seattle from these CDBG-R funds; and

WHEREAS, the Mayor has proposed an amendment to the 2008 Action Plan of the Consolidated Plan in the form required by HUD to reflect the activities the City proposes to implement with the CDBG-R funds in accordance with CDBG-R guidelines provided by HUD,



referred to in this ordinance as “the Amendment;” and has requested that the City Council adopt the Amendment and authorize its submission to HUD; and

WHEREAS, the 2009 Adopted Budget must be increased for the Human Services Department, the Office of Housing, and the Office of Economic Development to reflect the funding of the activities proposed in the Amendment; NOW, THEREFORE,

BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:

Section 1. The Seattle City Council adopts the revisions to the 2008 Table of Proposed Projects of the 2005-2008 Consolidated Plan for Housing and Community Development (“Consolidated Plan”), attached hereto as Attachment 1, and the amendment to the 2008 Action Plan of the Consolidated Plan, attached hereto as Attachment 2, for the purposes and subject to the conditions, limitations and potential amendments as set forth in this ordinance. Attachment 2 is hereby referred to as “the Amendment.” No existing projects are deleted or changed by this ordinance.

Section 2. The Mayor, the Director of Human Services (“the Director”), and their designees are authorized to submit the Amendment, together with any necessary supplementary material, to the United States Department of Housing and Urban Development (“HUD”) as the application by the City for new Community Development Block Grant (“CDBG-R”) funds under the American Recovery and Reinvestment Act of 2009 (“ARRA”); to represent the City in seeking HUD approval of the Amendment; to make and submit to HUD such modifications to the Amendment or the Consolidated Plan as HUD may require, provided that no substantial policy changes are involved; to request waivers of requirements in order to expedite use of funds; and to sign and deliver on behalf of the City such assurances and certifications as may be necessary to obtain HUD approval. The Director is further authorized to make such technical and



1 conforming changes to the Amendment and the Consolidated Plan as he or she may deem
2 reasonably necessary; and to amend the Amendment and the Consolidated Plan if necessary or
3 appropriate under federal regulations to reflect funding of specific activities or changes in
4 activities that are consistent with the policies and priorities established in the Consolidated Plan.

5 The Director shall notify the Council of all changes or amendments to the Consolidated Plan.

6 Any substantial amendment, as defined by the adopted Citizen Participation Plan in the
7 Consolidated Plan, as amended, shall be approved by the Council by ordinance or resolution.
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10 Section 3. The Mayor, the Director, and their designees are authorized to enter into an
11 agreement for financial assistance from HUD for CDBG-R funds under ARRA in the amount of
12 \$3,263,057. The Mayor or his designee is authorized to execute and deliver for and on behalf of
13 The City of Seattle such agreements and certifications as may be necessary to accept the
14 financial assistance. CDBG-R funds, when received, shall be deposited into the CDBG Main
15 Fund (17810), and tracked in a separate account within the fund. The Mayor or his designee is
16 further authorized to execute and deliver such other documents relating to the agreements as may
17 be required in connection therewith. The agreements and such other documents shall be in form
18 and content consistent with the City Charter and other applicable law.
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Section 4. In order to pay for actual necessary expenditures of the City for which insufficient appropriations have been made due to causes which could not reasonably have been foreseen at the time of the making of the 2009 Budget, the appropriations for the following items in the 2009 Budget are increased from the fund shown, as follows:

Item	Fund Name and Number	Department	Budget Control Level	Amount
4.1	CDBG Main Fund (17810)	Community Development Block Grant	Office of Economic Development (6XD10)	\$1,440,000
4.2	CDBG Main Fund (17810)	Community Development Block Grant	Office of Housing (6XZ10)	\$850,000
4.3	CDBG Main Fund (17810)	Community Development Block Grant	Human Services Department (6HSD10)	\$973,057
	Total			\$3,263,057


Section 5. The allocations set forth in the Amendment and in Attachment 1 do not constitute appropriations or modify the amounts of any existing appropriations. Those allocations and the appropriations in this ordinance are not final funding decisions. The authority of the respective City departments and offices to implement the activities set forth in the Amendment and in the 2008 Table of Proposed Projects, as amended, is subject to a final determination by the appropriate office or department after completion of any necessary review under HUD regulations and environmental and related laws. The adoption of the Amendment and Attachment 1 is not intended to confer any legal rights or entitlements on any persons, groups or entities.



Section 6. Submission of the application and any necessary modifications to HUD and execution of agreements and certifications, as authorized in Sections 2 and 3 hereof, pursuant to the authority and prior to the effective date of this ordinance, are ratified and confirmed.

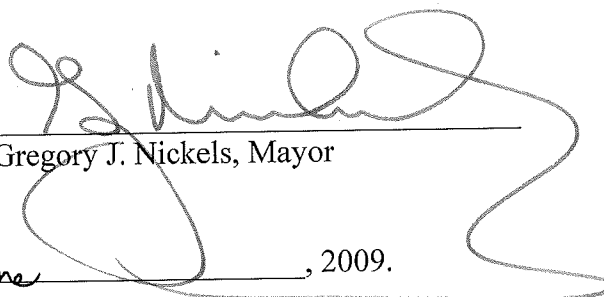
Section 7. This ordinance shall take effect and be in force thirty (30) days from and after its approval by the Mayor, but if not approved and returned by the Mayor within ten (10) days after presentation, it shall take effect as provided by Municipal Code Section 1.04.020.

Passed by a three-fourths vote of all of the members of the City Council the 26th day of May, 2009, and signed by me in open session in authentication of its passage this 26th day of May, 2009.



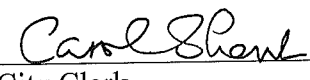
President _____ of the City Council

Approved by me this 4th day of June, 2009.



Gregory J. Nickels, Mayor

Filed by me this 4th day of June, 2009.



Acting City Clerk

(Seal)



Michael Look/Traci Ratzliff
HSD CDBG-R ORD
May 11, 2009
version #4

Attachment 1: City of Seattle CDBG-R American Recovery and Reinvestment Act Amendment
to the 2008 Table of Proposed Projects

Attachment 2: Substantial Amendment to the Consolidated Plan 2008 Action Plan for CDBG-R
Funds



ATTACHMENT 1
City of Seattle

CDBG-R American Recovery and Reinvestment Act Amendment to the 2008 Table of Proposed Projects

This Amendment to the 2008 Table of Proposed Projects in the 2008 Update to the 2005 – 2008 Consolidated Plan for Housing and Community Development (“Consolidated Plan”) presents the City of Seattle’s spending plan for the City’s allocated share of Community Development Block Grant funds under the American Recovery and Reinvestment Act of 2009 (“ARRA”). These projects are added to the existing 2008 Table of Proposed Projects. The City’s CDBG allocation is \$3,263,057. The projects in this Amendment to the Table of Proposed Projects are consistent with the intent of ARRA, the City’s Consolidated Plan, and complementary to other City projects funded with other funds allocated to the City under ARRA.

NOTE: The contents of this Table and Consolidated Plan are not intended to confer any legal rights or entitlements on any persons, groups, or entities, including those named as intended recipients of funds or as program beneficiaries. The terms of this Consolidated Plan are subject to amendment and to the effect of applicable laws, regulations and ordinances. Statements of numerical goals or outcomes are for the purpose of measuring the success of programs and policies and do not impose a legal obligation on the City to achieve the intended results. Actual funding of particular programs and projects identified in this Table is subject to completion of various further actions, some of which involve discretionary determinations by the City or others. These include HUD approval of this Plan; reviews and determinations under environmental and related laws; and results of bidding and contracting processes.

		HUD Matrix codes	ARRA 2009 CDBG	2008 CDBG	ESG	HOPWA	HOME	Amendment Total
	ARRA 2009 Activity							
	1: Office of Housing							
	<i>12: Multifamily Production and Preservation</i>							
	<i>121: Multifamily Lending and Investment</i>							
121 100	Seattle Housing Authority	SHA Senior Housing Rehabilitation (530 10 th Ave E and 6341 5 th Ave NE) Provide gap funding to fully fund SHA’s plan to rehabilitate two Senior Supportive Housing Program projects providing affordable housing to low-income seniors. <i>Performance indicator: 2 projects</i> <i>Start date: 7/1/2009 – Completion date: 7/31/2010</i>	14C 202 LMH Subrecip	\$850,000				\$850,000
	1: Office of Housing Subtotal		\$850,000					\$850,000





		2: Human Services Department								
		21: Leadership & Management Services								
		215: Grants & Budget Administration [HSS]								
215	City of Seattle HSD	Block Grant Administration (Office: 700 Fifth Avenue, #5800) Provide administration and technical assistance to City departments and community-based organizations so they can implement CDBG-R funded projects in an efficient, accountable, and responsive manner. <i>Performance indicator: N/A</i> <i>Start date: 3/1/2009 — Completion date: 12/31/2009</i>	21A 206 LMC LocGov	\$27,057					\$27,057	
		21: Leadership & Corporate Services Subtotal		\$27,057					\$27,057	
		24: Community Services								
		241: Community Facilities								
241	Jewish Family Service	Jewish Family Service Food Bank Expansion (1601 16 th Avenue) Renovate and expand existing food bank and home food delivery facility located within agency's main facility. <i>Performance indicator: 1 completed facility</i> <i>Start date: 8/1/2009 — Completion date: 12/31/2010</i>	03 201(c) LMA Subrecip	\$500,000					\$500,000	
241	City of Seattle Fleets and Facilities Department	Goodwill Development Association Teen Parent Home (339 22 nd Avenue East) Install a fire sprinkler system to improve the safety of the current facility and allow the provider to expand service capacity. The property is owned by the City, leased to Goodwill Development Association. <i>Performance indicator: 1 completed facility</i> <i>Start date: 8/1/2009 — Completion date: 12/31/2009</i>	03 201(c) LMA Subrecip	\$30,000					\$30,000	
241	Pike Market Child Care and Preschool	Pike Market Child Care and Preschool (1501 Pike Place, #313) Relocate, expand service capacity, and address existing building code inconsistencies. <i>Performance indicator: 1 completed facility</i> <i>Start date: 8/1/2009 — Completion date: 3/31/2011</i>	03 201(c) LMA Subrecip	\$250,000					\$250,000	
241	SCIDPDA	SCIDPDA Bush Hotel Congregate Meal Facility (409 Maynard Avenue South) Rehabilitate congregate meal space to better serve clients and to accommodate clients from other meal providers, resulting in an expansion of services. <i>Performance indicator: 1 completed facility</i> <i>Start date: 8/1/2009 — Completion date: 12/31/2010</i>	03 201(c) LMA Subrecip	\$166,000					\$166,000	
		241: Community Facilities Subtotal		\$946,000					\$946,000	



		24: Community Services Subtotal		\$946,000					
		2: Human Services Department Subtotal		\$973,057					
		4: Office of Economic Development							
		42: Neighborhood and Community Development							
		421: Community Development							
421 100	City of Seattle OED	Small Business Lending (Citywide) Via contracts with one or more Community Development Financial Institutions, provide financing opportunities to small businesses to facilitate job creation and expand services to low- and moderate-income communities. <i>Performance indicators: 25 jobs created or retained</i> <i>Start date: 8/1/2009 – Completion date: 12/31/2010</i>	18A 203(b) LMA	\$1,440,000					\$1,440,000
		421: Community Development Subtotal		\$1,440,000					\$1,440,000
		4: Office of Economic Development Subtotal		\$1,440,000					\$1,440,000
		FUND TOTALS		\$3,263,057					\$3,263,057

ATTACHMENT 2
Substantial Amendment to the Consolidated Plan 2008 Action Plan for CDBG-R Funds



Jurisdiction/Grantee Name: City of Seattle		CDBG-R Formula Grant Amount: \$3,263,057		Date: June 5, 2009			
Activity Name	Activity Description	Eligibility (Regulatory or HCDA Citation)	National Objective Citation	CDBG-R Project Budget (\$)	Additional Recovery Funds (\$)	Other Leveraged Funding (\$)	Total Activity Budget
Small Business Lending	This project will provide financing opportunities to small businesses to facilitate job creation and expand services to low- and moderate-income neighborhoods within Seattle. Funds will be contracted out to one or more Community Development Financial Institutions doing business in Seattle. Financial institutions will be selected via an expedited competitive process designed to meet the 120 day deadline for award of contracts.	570.203(b)	570.208(a)(1) or 570.208(a)(2)	1,440,000	0	2,000,000.00 (est.)	3,440,000 (est.)
Goodwill Development Association Teen Parent Home (339-22nd Ave E, Seattle, WA 98112)	This project will add a sprinkler system to the present building which will allow expansion of the service capacity of the facility to house homeless teen parents and their children.	570.201(c) Public Facilities	570.208(a)(2)(A) Presumed Benefit	30,000	0	55,000	85,000
Jewish Family Service Food Bank Expansion (1601 16th Ave, Seattle, WA 98122)	This project expands and relocates the Morris Polack Food Bank at Jewish Family Service, allowing the program to serve the increased number of low-income clients in need of food. Expansion has grown increasingly necessary as food bank use has more than doubled over the last three years. The project renovates a portion of the lower floor of an existing office building. The proposed renovation area is approximately 2,600 square feet and involves interior alteration to existing offices, storage and distribution area.	570.201(c) Public Facilities	570.208(a)(2)(A) Presumed Benefit	500,000	0	0	500,000
Pike Market Child Care and Preschool (1501 Pike Place #213, Seattle, WA 98101)	This project renovates and expands the Pike Market Child Care & Preschool, originally built in 1982. It will increase the size of the child care and preschool from 5,200 square feet to 10,200 square feet and bring child care facility up to code requirements, thereby increasing the number of low- and moderate-income families served by the program. When complete, the school will have five classrooms, a kitchen, a library, a staff lounge / teacher workstation, and administrative offices. Attached to each classroom will be toilets, art class/studio space, and storage.	570.201(c) Public Facilities	570.208(a)(2) Low and moderate persons limited clientele	250,000	0	1,718,334	1,968,334
SCIDpda Congregate Meal Program Site Expansion & Renovation (409 Maynard Ave S, Suite P-6, Seattle, WA 98104)	This project will reconfigure the space to increase efficiency of space utilization, allowing the program to serve meals to a greater number of low-income seniors. Funds will support work related to moving the kitchen and related plumbing, electrical, fire system, kitchen hood and HVAC systems. The project will include installing new ceiling, lighting system, wall covering, flooring and color scheme. Funds will also be used to upgrade the electrical system to meet needs for future audio/visual equipment and computers used by clients. Finally, SCIDpda intends to create more storage areas and built-in cabinetry for furniture (folding tables and chairs), audio/visual equipment and computer stations.	570.201(c) Public Facilities	570.208(a)(2)(A) Presumed Benefit	166,000	0	150,300	316,300
SHA Senior Housing Rehabilitation: Willis House (6341 5th Avenue NE, Seattle, WA 98115) and Reunion House (530 10th Avenue E, Seattle, WA 98102)	This project will provide for needed repairs to these two SHA senior housing facilities to enhance energy efficiency of the building and extend the life of the facility for the benefit of current and future low-income senior residents. The work includes replacement of siding, stucco, windows and roofing to address weatherization and water leak issues.	570.202(a)(2) Rehabilitation of public low income housing	570.208(a)(2) Low and moderate persons limited clientele	850,000	0	1,628,000	2,478,000
CDBG Administration	This funding will support the administrative oversight and accounting of the CDBG-R funds.			27,057	0	0	27,057

ATTACHMENT 2 (continued)

CDBG-R Substantial Amendment to the 2005 – 2008 Consolidated Housing and Community Development Plan

Activity Name

Small Business Lending

Activity Description

This project will provide financing opportunities to small businesses to facilitate job creation and expand services to low- and moderate-income neighborhoods within Seattle. Funds will be contracted out to one or more financial institutions doing business in Seattle. Financial institutions will be selected via an expedited competitive process.

CDBG-R dollar amount: \$1,440,000

Eligibility category: 570.203(b)

National objective citation: 570.208(a)(1) or 570.208(a)(2)

Other ARRA funds: \$0

Total Activity budget: \$3,440,000

Contract award within 120 days: Yes

Infrastructure investment? No

Maximization of job creation and economic benefit:

These funds will accomplish economic development, one of primary objectives of the federal Recovery Act, by providing small businesses in Seattle with needed access to credit. The funds will focus on job creation and retention, and service to disadvantaged communities. The target populations include low-mod income entrepreneurs, minorities, immigrants and women, and others most impacted by the recession. We anticipate that at least 25 permanent jobs will be created or retained as a result of this effort.

of jobs, full or part time, created or retained (permanent, construction, or temporary)

25 permanent private sector jobs



ATTACHMENT 2 (continued)

CDBG-R Substantial Amendment to the 2005 – 2008 Consolidated Housing and Community Development Plan

Activity Name

Goodwill Development Association Teen Parent Home (339-22nd Ave E, Seattle, WA 98112)

Activity Description

This project will add a sprinkler system to the present building which will allow expansion of the service capacity of the facility to house homeless teen parents and their children.

CDBG-R dollar amount: \$30,000

Eligibility category: 570.201(c) Public Facilities

National objective citation: 570.208(a)(2)(A) Presumed Benefit

Other ARRA funds: \$0

Total Activity budget: \$85,000

Contract award within 120 days: Yes

Infrastructure investment? No

Maximization of job creation and economic benefit:

This project provides emergency affordable housing to homeless teen parents and their children. The Goodwill Development Association project will allow two additional homeless youth to have housing for a two year period and during that time, the youth will be prepared to stop their homeless cycle by getting their high school education or equivalent (GED) and vocational training. They will also receive training on how to take care of their child, budgeting, cooking skills, management skills regarding transitioning to having their own apartment.

This expansion will allow the agency to generate additional revenues to support their programs.

of jobs, full or part time, created or retained (permanent, construction, or temporary)

Approximately 3 construction jobs will be created by this project.



ATTACHMENT 2 (continued)

CDBG-R Substantial Amendment to the 2005 – 2008 Consolidated Housing and Community Development Plan

Activity Name

Jewish Family Service Food Bank Expansion (1601 16th Avenue, Seattle, WA 98122)

Activity Description

This project expands and relocates the Morris Polack Food Bank at Jewish Family Service. Expansion has grown increasingly necessary as food bank use has more than doubled over the last three years. The project renovates a portion of the lower floor of an existing office building. The proposed renovation area is approximately 2,600 square feet and involves interior alteration to existing offices, storage and distribution area.

CDBG-R dollar amount: \$500,000

Eligibility category: 570.201(c) Public Facilities

National objective citation: 570.208(a)(2)(A) Presumed Benefit

Other ARRA funds: \$0

Total Activity budget: \$500,000

Contract award within 120 days: Yes

Infrastructure investment? No

Maximization of job creation and economic benefit:

This project directly assists those most impacted by the recession. The project increases both efficiency and effectiveness of the food bank. Food storage/ delivery capacity will be increased perhaps as much as 100%, enabling the food bank to accept significantly more food donation. This will reduce or eliminate the current need for off-site warehouse space and the periodic transportation costs (trucking food from the warehouse to the food bank). In addition, the new space allows for staging areas which may be used to have frequent (at least quarterly) food collections resulting in (estimated) 40,000 pounds of free food from community focused food collections. As numbers served increase, so does the portion of additional free food from our food bank partners such as Food Lifeline and Northwest Harvest. Increased capacity in ability to serve clients as well as an increased capacity to accept, warehouse and distribute food will in turn potentially leverage donor interest creating new revenue for JFS.

The expansion will allow for up to two more permanent food bank positions to be created.

of jobs, full or part time, created or retained (permanent, construction, or temporary)

Two permanent, plus 12 construction jobs.



ATTACHMENT 2 (continued)

CDBG-R Substantial Amendment to the 2005 – 2008 Consolidated Housing and Community Development Plan

Activity Name

Pike Market Child Care and Preschool (1501 Pike Place #213, Seattle, WA 98101)

Activity Description

This project renovates and expands the Pike Market Child Care & Preschool, originally built in 1982. It will increase the size of the child care and preschool from 5,200 square feet to 10,200 square feet and bring child care facility up to code requirements, thereby increasing the number of low- and moderate-income families served by the program. When complete, the school will have five classrooms, an infant room, a kitchen, a library, a staff lounge / teacher workroom, and administrative offices. This project will add space for 10 new children.

CDBG-R dollar amount: \$250,000

Eligibility category: 570.201(c) Public Facilities

National objective citation: 570.208(a)(2) Low- and moderate persons limited clientele

Other ARRA funds: \$0

Total Activity budget: \$1,968,334

Contract award within 120 days: Yes

Infrastructure investment? No

Maximization of job creation and economic benefit:

The project serves those most impacted by the recession by increasing affordable child care space in the downtown Seattle core, thus making it easier for lower income families to secure employment. Among the effects on the Preschool project are 1) all the windows will be replaced; and 2) the Market's new central power water-loop system will offer significantly better heating and cooling. The Preschool project will qualify for a LEED Silver certification.

It is expected that the new windows and HVAC system will potentially decrease the Preschool's utility bills. The primary savings will be in efficiencies created by having the entire school on a single floor. Being on one floor will enable classrooms to share supplies and studio areas.

This project is expected to create 15 construction-related jobs for the Preschool's renovation work for up to 6 months. When completed, the expansion space will allow the school to hire 3 additional, permanent teachers.

of jobs, full or part time, created or retained (permanent, construction, or temporary)

15 construction related jobs for up to 6 months, and 3 permanent jobs thereafter.



ATTACHMENT 2 (continued)

CDBG-R Substantial Amendment to the 2005 – 2008 Consolidated Housing and Community Development Plan

Activity Name

SCIDpda Congregate Meal Program Site Expansion & Renovation (409 Maynard Ave S. Suite P-6, Seattle, WA 98104)

Activity Description

This project will reconfigure the space to increase efficiency of space utilization, allowing the program to serve meals to a greater number of low-income seniors. Funds will support work related to moving the kitchen and related plumbing, electrical, fire system, kitchen hood and HVAC systems. The project will include installing new ceiling, lighting system, wall covering, flooring and color scheme. Funds will also be used to upgrade the electrical system to meet needs for future audio/visual equipment and computers used by clients. Finally, SCIDpda intends to create more storage areas and built-in cabinetry for furniture (folding tables and chairs), audio/visual equipment and computer stations.

CDBG-R dollar amount: \$166,000

Eligibility category: 570.201(c) Public Facilities

National objective citation: 570.208(a)(2)(A) Presumed Benefit

Other ARRA funds: \$0

Total Activity budget: \$316,300

Contract award within 120 days: Yes

Infrastructure investment? No

Maximization of job creation and economic benefit:

The program's elderly clients rely on their families as their support systems. As these families are impacted by the recession, the elderly clients also struggle. Families are working harder and tightening budgets. Therefore, there is more reliance on the Congregate Meal Program to help provide a regular nutritious meal and socialization activities for clients.

We anticipate there will be a greater need for congregate meal programs over the next couple of years. Many individuals are discovering their shrinking retirement funds or current fixed incomes are not sufficient. By creating a more efficient facility, the agency will strongly consider starting a dinner program, with which they hope to serve more individuals in need.

The renovated space will also allow the agency to rent the space out to other meal programs, thus maximizing the available space for the community and providing income for the program.

of jobs, full or part time, created or retained (permanent, construction, or temporary)

1 – 2 FTE positions may be created with the new dinner program. Construction jobs will also be funded.



ATTACHMENT 2 (continued)

CDBG-R Substantial Amendment to the 2005 – 2008 Consolidated Housing and Community Development Plan

Activity Name:

Seattle Housing Authority (SHA) Senior Housing Rehabilitation: Willis House (6341 5th Avenue NE, Seattle, WA 98115) and Reunion House (530 10th Avenue E, Seattle, WA 98102)

Activity Description:

Provide for needed repairs to these two SHA senior housing facilities to enhance energy efficiency of the building and extend the life of the facility for the benefit of current and future low-income senior residents. The work includes replacement of siding, stucco, windows and roofing to address weatherization and water leak issues.

CDBG-R dollar amount: \$850,000

Eligibility category: 570.202(a)(2) Rehabilitation of public low income housing

National objective citation: 570.208(a)(2) Low- and moderate persons limited clientele

Other ARRA funds: \$0

Total Activity budget: \$2,478,000

Contract award within 120 days: Yes

Infrastructure investment: No

Maximization of job creation and economic benefit:

This activity extends the life of the Willis House and Reunion House affordable housing facilities for seniors, provides for increased energy efficiency, and fosters energy independence. By extending the life of these buildings, this activity postpones the eventual need to replace the two structures, thereby minimizing reductions in essential services.

This activity will also create approximately 27 construction jobs.

of jobs, full or part time, created or retained (permanent, construction, or temporary):

27 construction jobs created



ATTACHMENT 2 (continued)

CDBG-R Substantial Amendment to the 2005 – 2008 Consolidated Housing and Community Development Plan

Activity Name

CDBG Administration

Activity Description

This funding will support the administrative oversight and accounting of the CDBG-R funds.

CDBG-R dollar amount: \$27,057

Eligibility category: N/A

National objective citation: N/A

Other ARRA funds: \$0

Total Activity budget: \$27,057

Contract award within 120 days: N/A

Infrastructure investment? No

Maximization of job creation and economic benefit:

The purpose of this activity is to ensure sound oversight, management, and accountability for the expenditure of CDBG-R funds.

of jobs, full or part time, created or retained (permanent, construction, or temporary)

None



ATTACHMENT 2 (continued)

Timeliness of Proposed Activities:

In choosing these activities and projects for CDBG-R funding, the City carefully reviewed the ability of each proposed project and project sponsor to meet the priority of being under contract within 120 calendar days from the date funds are made available to the City. Because of a long history of continuous staff contacts with and assistance to a wide range of community-based agencies and affordable housing providers, a short list of possible CDBG-R community facilities and affordable housing projects was quickly developed. Aside from basic CDBG eligibility screening, information was gleaned from the agencies and other sources to ascertain whether or not they would meet the 120 day priority. Information included:

- Status of project funding
- Project permitting status and issues
- Agency capacity to undertake the project in a timely manner
- Existence or absence of environmental or historic review issues
- Project self-described timeline
- Completeness of architectural and engineering work.

Taking these and other relevant issues into consideration, City staff determined that the projects contained in this proposal can be initiated within 120 days of February 17, 2009.

Contact Information:

Questions or comments about the proposed project or about the City's proposed use of CDBG-R funds in general may be directed to Michael Look, CDBG Administrator, at 206-615-1717, Michael.Look@Seattle.gov, or P.O. Box 34215, Seattle, WA 98124-4215.



FISCAL NOTE FOR NON-CAPITAL PROJECTS

Department:	Contact Person/Phone:	DOF Analyst/Phone:
Human Services	Michael Look 5-1717	Rebecca Guerra 4-5339

Legislation Title:

AN ORDINANCE relating to the City's 2005 - 2008 Consolidated Plan for Housing and Community Development; authorizing the submittal of an application to the United States Department of Housing and Urban Development for funds from the Community Development Block Grant Program allocated in the American Recovery and Reinvestment Act of 2009, which shall include an amendment to the 2008 Action Plan for the 2005-2008 Consolidated Plan for Housing and Community Development; authorizing acceptance of grant funds from the United States Department of Housing and Urban Development and execution of related agreements; increasing appropriations in the 2009 Adopted Budget for the Human Services Department, the Office of Housing, and the Office of Economic Development; and ratifying and confirming prior acts; all by a three-fourths vote of the City Council.

• **Summary of the Legislation:**

This legislation authorizes the submittal of an amendment to the City's 2005-2008 Consolidated Plan for Housing and Community Development and increases the 2009 Adopted Budget to authorize new expenditures funded by the federal stimulus. The amendment outlines to HUD the City's intended use for the \$3,263,057 in CDBG funds made available under the American Recovery and Reinvestment Act of 2009 ("ARRA"). These CDBG funds are referred to as "CDBG-R" by HUD. Although the City is operating under the 2009-2012 Consolidated Plan at the time of this legislation, HUD has specifically requested that jurisdictions seeking funding under ARRA amend their 2008 Plans.

• **Background:**

Congress has designated \$1 billion for communities to undertake community and economic development activities that will create economic stimulus and primarily benefit low- and moderate- income people. All funds must be spent by September 30, 2012, and priority is given to projects that can award contracts within 120 days of the grant agreement. The City's allocation of CDBG-R funds is \$3,263,057. HUD requires jurisdictions to apply for their funds from this program by submitting a substantial amendment to the 2008 Action Plan, a component of the City's 2005-2008 Consolidated Plan for Housing and Community Development.

Executive staff began their review of potential CDBG-eligible projects and activities to fund with the stimulus money in February after receiving formal notice of HUD's allocation of CDBG-R to Seattle. After reviewing many options for funding, the Mayor's Office has

concluded that the projects listed in the substantial amendment most effectively meet the goals of the ARRA, meet the timeline of expenditures requirements, are eligible for CDBG funding, and are complementary to – but do not overlap with – the City’s other economic stimulus efforts. These activities fall into the following categories:

- **Small Business Lending: \$1,440,000**
These funds will accomplish economic development, one of primary objectives of the federal Recovery Act, by providing small businesses in Seattle with needed access to credit. The funds will focus on job creation and retention, and service to disadvantaged communities.
- **Community Facilities: \$946,000**
These funds will fund one-time, hard development costs for buildings that provide basic services to Seattle residents by renovating a food bank and a meal program space, and expanding capacity within a child care center and a teen parent home.
- **Multifamily Rental Housing Capital Development: \$850,000**
These funds will provide funding for much-needed repairs to two buildings that are part of the Seattle Senior Housing Program (SSHP), managed by the Seattle Housing Authority (SHA). Funds will also leverage investments at 5 additional SSHP sites.
- **Administration: \$27,057**
This remainder is reserved for management of the additional workload of these projects by CDBG administration.

Please check one of the following:

☐ **This legislation does not have any financial implications.** *(Stop here and delete the remainder of this document prior to saving and printing.)*

☒ **This legislation has financial implications.** *(Please complete all relevant sections that follow.)*

Appropriations: *This table should reflect appropriations that are a direct result of this legislation. In the event that the project/ programs associated with this ordinance have appropriations that were, or will be, received because of previous or future legislation or budget actions, please provide details in the Notes section below.*

Fund Name and Number	Department	Budget Control Level	2009 Appropriation
CDBG Main Fund (17810)	Community Development Block Grant	Office of Economic Development (6XD10)	\$1,440,000
CDBG Main Fund	Community	Office of Housing	\$850,000

(17810)	Development Block Grant	(6XZ10)	
CDBG Main Fund (17810)	Community Development Block Grant	Human Services Department (6HSD10)	\$973,057
TOTAL			\$3,263,057

Notes to Appropriations Table: Spending of the appropriations in this section is contingent upon CDBG-R funds being received by the City.

Anticipated Revenue/Reimbursement: Resulting From This Legislation: *This table should reflect revenues/reimbursements that are a direct result of this legislation. In the event that the issues/projects associated with this ordinance/resolution have revenues or reimbursements that were, or will be, received because of previous or future legislation or budget actions, please provide details in the Notes section below the table.*

Fund Name and Number	Department	Revenue Source	2009 Revenue
CDBG Main Fund (17810)	Community Development Block Grant	CDBG	\$3,263,057

Notes to Revenue/Reimbursement Table: N/A

- **What is the financial cost of not implementing the legislation?**
Without this legislation, the City will not receive over \$3 million in revenues to support community and economic development activities designed to stimulate the City's economy and primarily benefit low- and moderate-income persons in the City of Seattle.
- **What are the possible alternatives to the legislation that could achieve the same or similar objectives?**
Approval of the substantial amendment to the Consolidated Plan and its submission to HUD is a prerequisite for the receipt of these economic stimulus funds from the federal government. There are no alternatives that could achieve the same or similar objectives.
- **Is the legislation subject to public hearing requirements:**
The legislation is subject to a 7-day public comment period, but a public hearing is not explicitly required. However, a public hearing is scheduled for May 20, 2009, the final day of the public comment period.
- **Other Issues** (including long-term implications of the legislation): N/A

Please list attachments to the fiscal note below: N/A



City of Seattle

Gregory J. Nickels, Mayor

Office of the Mayor

May 18, 2009

Honorable Richard Conlin
President
Seattle City Council
City Hall, 2nd Floor

Dear Council President Conlin:

I am pleased to transmit the attached proposed Council Bill, which accepts over \$3 million in federal stimulus Community Development Block Grant (CDBG-R) funds through the U.S. Department of Housing and Urban Development (HUD) and increases appropriations to reflect the anticipated receipt of these funds.

Congress has designated \$1 billion for communities to undertake community and economic development activities that will stimulate the economy and primarily benefit low- and moderate-income people. The City's allocation of CDBG-R funds is \$3,263,057. This legislation proposes using the funds to stimulate small businesses by providing access to credit with a focus on creating and retaining jobs, and serving disadvantaged communities; making one-time investments in facilities that deliver social services; and providing much-needed improvements to existing housing for low-income seniors. HUD requires jurisdictions to apply for their funds from this program by submitting a substantial amendment to the 2008 Action Plan, which is a component of the City's 2005-2008 Consolidated Plan for Housing and Community Development.

Thank you for your consideration of this legislation. Should you have questions, please contact Michael Look, CDBG Administrator, at 615-1717.

Sincerely,

A handwritten signature in black ink, appearing to read "Greg Nickels", written over a large, stylized circular flourish.

GREG NICKELS
Mayor of Seattle

cc: Honorable Members of the Seattle City Council



STATE OF WASHINGTON – KING COUNTY

--SS.

240062
CITY OF SEATTLE, CLERKS OFFICE

No. TITLE ONLY

Affidavit of Publication

The undersigned, on oath states that he is an authorized representative of The Daily Journal of Commerce, a daily newspaper, which newspaper is a legal newspaper of general circulation and it is now and has been for more than six months prior to the date of publication hereinafter referred to, published in the English language continuously as a daily newspaper in Seattle, King County, Washington, and it is now and during all of said time was printed in an office maintained at the aforesaid place of publication of this newspaper. The Daily Journal of Commerce was on the 12th day of June, 1941, approved as a legal newspaper by the Superior Court of King County.

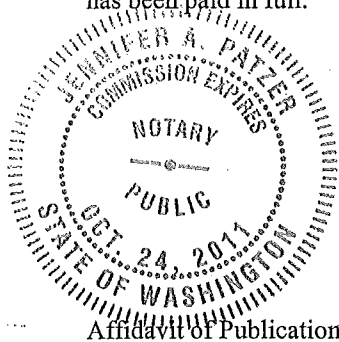
The notice in the exact form annexed, was published in regular issues of The Daily Journal of Commerce, which was regularly distributed to its subscribers during the below stated period. The annexed notice, a

CT:122992 & 122993

was published on

06/10/09

The amount of the fee charged for the foregoing publication is the sum of \$ 56.60, which amount has been paid in full.



[Signature]

Subscribed and sworn to before me on

06/10/09

[Signature]

Notary public for the State of Washington,
residing in Seattle

State of Washington, King County

City of Seattle

TITLE-ONLY PUBLICATION

The full text of the following ordinances, passed by the City Council on May 26, 2009, and published here by title only, will be mailed upon request, or can be accessed at <http://clerk.ci.seattle.wa.us>. For further information, contact the Seattle City Clerk at 684-8344.

ORDINANCE NO. 122992

AN ORDINANCE relating to the City's 2005 - 2008 Consolidated Plan for Housing and Community Development; authorizing the submittal of an application to the United States Department of Housing and Urban Development for funds from the Community Development Block Grant Program allocated in the American Recovery and Reinvestment Act of 2009, which shall include an amendment to the 2008 Action Plan for the 2005-2008 Consolidated Plan for Housing and Community Development; authorizing acceptance of grant funds from the United States Department of Housing and Urban Development and execution of related agreements; increasing appropriations in the 2009 Adopted Budget for the Human Services Department, the Office of Housing, and the Office of Economic Development; and ratifying and confirming prior acts; all by a three-fourths vote of the City Council.

ORDINANCE NO. 122993

AN ORDINANCE appropriating money to pay certain audited claims and ordering the payment thereof.

Publication ordered by JUDITH PIPPIN,
City Clerk

Date of publication in the Seattle Daily
Journal of Commerce, June 10, 2009.

6/10(240062)